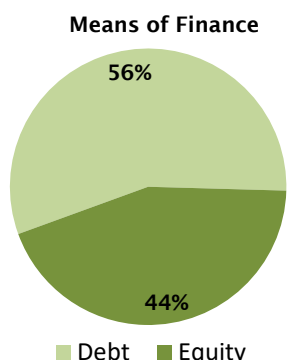


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Project Cost:

Particulars	Tk. in Million
Machineries	13.65
Land & Factory Shed	8.57
Others (Utilities)	2.45
TOTAL	24.67



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Project Rating	Rating Notch	Date of Declaration	Date of Expiration
	WCRSME4 (Indicative)*	08 August 2023	29 May 2024

*This assigned rating given up to debt amount of Tk. 10.92 million.

Methodology: SME rating methodology published on the WCRCL website at www.wasocreditrating.com

RATING RATIONALE

WCRCL has reaffirmed “WCRSME4 (Indicative)” (pronounced WASO Credit Rating Small And Medium Enterprise Four Indicative) rating under the SME Rating to Saimon Knitt (hereinafter referred as “SK”) based on both relevant qualitative and quantitative information up to the date of rating declaration. The rating reflects that KB is considered to be in medium grade and subject to moderate credit risks due to favorable condition regarding market outlook, management experience, depth knowledge about knit garments business, factory set up on the owner's land, and location advantage.

Saimon Knitt is rated in investment grade is subject to medium credit risk due to favorable condition regarding market outlook, management experience, the project has been completed and now the project is in commercial production, land already developed and title is the name of proprietor and location advantage, market channel will establish quickly the proprietor already have good connection with this industry. Project will enjoy some location advantage. Despite these positive factors few speculative elements like-funding and implementation pose substantial credit risk. Market penetration may hinder to attain the target of capacity utilization of 60% in the initial year, Documentation on progress Risk associated with paying debt for the project.

Considering all the favorable measures and susceptibility of negative outcome this project has assigned investment grade for next six month period. Total project cost is estimated at Tk. 19.60 million of which Tk. 10.92 million has financed by bank borrowing. The enterprise has borrowed fund from banks at the ratio of debt-equity 56:44. The loan amount has expended on importing capital machinery. This rating may be revised subject to successful commercial operation and changes in any macro factors along with micro factors in the economy.

This rating may be revised in case of any extraordinary changes in line with the sponsor's equity investment, debt obligations, management, business operations and/or changes in any macro and micro factors in the economy.